

October 25, 2002

Mr. Gregg R. Overbeck
Senior Vice President, Nuclear
Arizona Public Service Company
P. O. Box 52034
Phoenix, AZ 85072-2034

SUBJECT: PALO VERDE NUCLEAR GENERATING STATION, UNIT 1 - REVIEW
RELATED TO STEAM GENERATOR TUBE INSPECTION (TAC NO. MB6378)

Dear Mr. Overbeck:

By letter dated September 26, 2002 (102-04844), as supplemented on October 23, 2002 (102-04856), you requested an amendment to the Technical Specifications (TSs) for the Palo Verde Nuclear Generating Station, Unit 1. The proposed amendment would revise the definition of steam generator tube inspection in TS Section 5.5.9, "Steam Generator (SG) Tube Surveillance Program." In your application, you also requested that the staff issue the amendment on an exigent basis before Unit 1 enters Mode 4 in the restart from the current refueling outage. These letters provided your justification for the extent and method of the inspection of the SG tubes in the tubesheet region.

Based on our review of your letters, which contain the justification of your use of the plus point coil, we have no objection to your inspection of the SG tubes under the current TSs prior to restart of Unit 1 from the current refueling outage, although we may request further information from you later in order to complete our review of your amendment request. We have also concluded that the proposed amendment is not needed on an exigent basis prior to restart of the plant.

The appropriate use of probes in SG tube inspections, used to comply with TS 5.5.9, will be addressed on a generic basis, and may be the subject of future generic communications.

Sincerely,

/RA by William H. Ruland for/
Stephen Dembek, Chief, Section 2
Project Directorate IV
Division of Licensing Project Management
Office of Nuclear Reactor Regulation

Docket Nos. STN 50-528

cc: See next page

October 25, 2002

Mr. Gregg R. Overbeck
Senior Vice President, Nuclear
Arizona Public Service Company
P. O. Box 52034
Phoenix, AZ 85072-2034

SUBJECT: PALO VERDE NUCLEAR GENERATING STATION, UNIT 1 - REVIEW
RELATED TO STEAM GENERATOR TUBE INSPECTION (TAC NO. MB6378)

Dear Mr. Overbeck:

By letter dated September 26, 2002 (102-04844), as supplemented on October 23, 2002 (102-04856), you requested an amendment to the Technical Specifications (TSs) for the Palo Verde Nuclear Generating Station, Unit 1. The proposed amendment would revise the definition of steam generator tube inspection in TS Section 5.5.9, "Steam Generator (SG) Tube Surveillance Program." In your application, you also requested that the staff issue the amendment on an exigent basis before Unit 1 enters Mode 4 in the restart from the current refueling outage. These letters provided your justification for the extent and method of the inspection of the SG tubes in the tubesheet region.

Based on our review of your letters, which contain the justification of your use of the plus point coil, we have no objection to your inspection of the SG tubes under the current TSs prior to restart of Unit 1 from the current refueling outage, although we may request further information from you later in order to complete our review of your amendment request. We have also concluded that the proposed amendment is not needed on an exigent basis prior to restart of the plant.

The appropriate use of probes in SG tube inspections, used to comply with TS 5.5.9, will be addressed on a generic basis, and may be the subject of future generic communications.

Sincerely,
/RA by William H. Ruland for/
Stephen Dembek, Chief, Section 2
Project Directorate IV
Division of Licensing Project Management
Office of Nuclear Reactor Regulation

Docket Nos. STN 50-528

cc: See next page

DISTRIBUTION

PUBLIC

RidsNrrDlpmLpdiv (WRuland)

RidsNrrLAMMcAllister

RidsAcrsAcnwMailCenter

RidsRgn4MailCenter(L. Smith)

PDIV-2 r/f

RidsNrrPMJDonohew

RidsNrrDripRorp (RDennig)

RidsOgcRp

WBateman

ACCESSION NO: ML023010181

NRR-106

OFFICE	PDIV-2/PM	PDIV-2/SC	PDIV/D	DLPM/D	OGC	DE/D	EMCB/BC
NAME	JDonohew	WHRuland for SDembek	WRuland	JZwolinski	STurk	RBarrett	WBateman
DATE	10/25/02	10/25/02	10/25/02	10/25/02	10/25/02	10/25/02	10/25/02

OFFICIAL RECORD COPY

DOCUMENT NAME: C:\ORPCheckout\FileNET\ML023010181.wpd

Palo Verde Generating Station, Units 1, 2, and 3

cc:

Mr. Steve Olea
Arizona Corporation Commission
1200 W. Washington Street
Phoenix, AZ 85007

Douglas Kent Porter
Senior Counsel
Southern California Edison Company
Law Department, Generation Resources
P.O. Box 800
Rosemead, CA 91770

Senior Resident Inspector
U.S. Nuclear Regulatory Commission
P.O. Box 40
Buckeye, AZ 85326

Regional Administrator, Region IV
U.S. Nuclear Regulatory Commission
Harris Tower & Pavillion
611 Ryan Plaza Drive, Suite 400
Arlington, TX 76011-8064

Chairman
Maricopa County Board of Supervisors
301 W. Jefferson, 10th Floor
Phoenix, AZ 85003

Mr. Aubrey V. Godwin, Director
Arizona Radiation Regulatory Agency
4814 South 40 Street
Phoenix, AZ 85040

Mr. Craig K. Seaman, Director
Regulatory Affairs/Nuclear Assurance
Palo Verde Nuclear Generating Station
P.O. Box 52034
Phoenix, AZ 85072-2034

Mr. Hector R. Puente
Vice President, Power Generation
El Paso Electric Company
2702 N. Third Street, Suite 3040
Phoenix, AZ 85004

Mr. David Summers
Public Service Company of New Mexico
414 Silver SW, #1206
Albuquerque, NM 87102

Mr. Jarlath Curran
Southern California Edison Company
5000 Pacific Coast Hwy Bldg DIN
San Clemente, CA 92672

Mr. Robert Henry
Salt River Project
6504 East Thomas Road
Scottsdale, AZ 85251

Terry Bassham, Esq.
General Counsel
El Paso Electric Company
123 W. Mills
El Paso, TX 79901

Mr. John Schumann
Los Angeles Department of Water & Power
Southern California Public Power Authority
P.O. Box 51111, Room 1255-C
Los Angeles, CA 90051-0100

Brian Almon
Public Utility Commission
William B. Travis Building
P.O. Box 13326
1701 North Congress Avenue
Austin, TX 78701-3326

Mr. Thomas Saporito
National Environmental Protection Center
P.O. Box 1234
Buckeye, Arizona 85326